



| Part II Balance Sheets      |     | Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)                        | Beginning of year | End of year    |                       |
|-----------------------------|-----|---|-------------------|----------------|-----------------------|
|                             |     |   | (a) Book Value    | (b) Book Value | (c) Fair Market Value |
| Assets                      | 1   | Cash—non-interest-bearing . . . . .   |                   |                |                       |
|                             | 2   | Savings and temporary cash investments . . . . .  | 163,253           | 187,542        | 187,542               |
|                             | 3   | Accounts receivable  _____<br>Less allowance for doubtful accounts  _____   |                   |                |                       |
|                             | 4   | Pledges receivable  _____<br>Less allowance for doubtful accounts  _____  |                   |                |                       |
|                             | 5   | Grants receivable . . . . .   |                   |                |                       |
|                             | 6   | Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see the instructions) . . . . .     |                   |                |                       |
|                             | 7   | Other notes and loans receivable (attach schedule)<br>Less allowance for doubtful accounts  _____   |                   |                |                       |
|                             | 8   | Inventories for sale or use . . . . .   |                   |                |                       |
|                             | 9   | Prepaid expenses and deferred charges . . . . .   | 3,484             | 76             | 76                    |
|                             | 10a | Investments—U S and state government obligations (attach schedule)  |                   |                |                       |
|                             | b   | Investments—corporate stock (attach schedule) . . . . .   |                   |                |                       |
|                             | c   | Investments—corporate bonds (attach schedule) . . . . .   |                   |                |                       |
|                             | 11  | Investments—land, buildings, and equipment basis  _____<br>Less accumulated depreciation (attach schedule)  _____                         |                   |                |                       |
|                             | 12  | Investments—mortgage loans . . . . .  |                   |                |                       |
|                             | 13  | Investments—other (attach schedule) . . . . .   |                   |                |                       |
|                             | 14  | Land, buildings, and equipment basis  _____ 48,930<br>Less accumulated depreciation (attach schedule)  23,423                             | 14,984            | 25,507         | 25,507                |
|                             | 15  | Other assets (describe  _____)  | 1,108             | 3,000          | 3,000                 |
|                             | 16  | Total assets (to be completed by all filers—see the instructions Also, see page 1, item I)  | 182,829           | 216,125        | 216,125               |
| Liabilities                 | 17  | Accounts payable and accrued expenses . . . . .   | 11,379            | 4,363          |                       |
|                             | 18  | Grants payable . . . . .  |                   |                |                       |
|                             | 19  | Deferred revenue . . . . .  |                   |                |                       |
|                             | 20  | Loans from officers, directors, trustees, and other disqualified persons  |                   |                |                       |
|                             | 21  | Mortgages and other notes payable (attach schedule) . . . . .   |                   |                |                       |
|                             | 22  | Other liabilities (describe  _____)   | 2,840             | 1,176          |                       |
|                             | 23  | Total liabilities (add lines 17 through 22) . . . . .   | 14,219            | 5,539          |                       |
| Net Assets or Fund Balances |     | Foundations that follow SFAS 117, check here <input checked="" type="checkbox"/><br>and complete lines 24 through 26 and lines 30 and 31. |                   |                |                       |
|                             | 24  | Unrestricted . . . . .  | 168,610           | 160,963        |                       |
|                             | 25  | Temporarily restricted . . . . .  |                   | 49,623         |                       |
|                             | 26  | Permanently restricted . . . . .  |                   |                |                       |
|                             |     | Foundations that do not follow SFAS 117, check here <input type="checkbox"/><br>and complete lines 27 through 31.                         |                   |                |                       |
|                             | 27  | Capital stock, trust principal, or current funds . . . . .  |                   |                |                       |
|                             | 28  | Paid-in or capital surplus, or land, bldg , and equipment fund  |                   |                |                       |
|                             | 29  | Retained earnings, accumulated income, endowment, or other funds  |                   |                |                       |
|                             | 30  | Total net assets or fund balances (see the instructions)  | 168,610           | 210,586        |                       |
|                             | 31  | Total liabilities and net assets/fund balances (see the instructions)   | 182,829           | 216,125        |                       |

Part III Analysis of Changes in Net Assets or Fund Balances

|   |  |   |         |
|---|--|---|---------|
| 1 | Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year’s return) . . . . . | 1 | 168,610 |
| 2 | Enter amount from Part I, line 27a . . . . .   | 2 | 41,976  |
| 3 | Other increases not included in line 2 (itemize)  _____  | 3 |         |
| 4 | Add lines 1, 2, and 3 . . . . .  | 4 | 210,586 |
| 5 | Decreases not included in line 2 (itemize)  _____  | 5 |         |
| 6 | Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30 . . . . .  | 6 | 210,586 |

Part IV Capital Gains and Losses for Tax on Investment Income

|   |  |   |  |                                  |
|---|--|---|--|----------------------------------|
| (a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co ) |  | (b) How acquired<br>P—Purchase<br>D—Donation    | (c) Date acquired<br>(mo , day, yr )   | (d) Date sold<br>(mo , day, yr ) |
| 1a  |  |   |  |                                  |
|   |  |   |  |                                  |
|   |  |   |  |                                  |
|   |  |   |  |                                  |
|   |  |   |  |                                  |
|   |  |   |  |                                  |
| (e) Gross sales price   | (f) Depreciation allowed<br>(or allowable)   | (g) Cost or other basis<br>plus expense of sale | (h) Gain or (loss)<br>(e) plus (f) minus (g)   |                                  |
| a   |  |   |  |                                  |
| b   |  |   |  |                                  |
| c   |  |   |  |                                  |
| d   |  |   |  |                                  |
| e   |  |   |  |                                  |
| Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69                                       |  |   | (i) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h)) |                                  |
| (i) F M V as of 12/31/69  | (j) Adjusted basis<br>as of 12/31/69   | (k) Excess of col (i)<br>over col (j), if any   |  |                                  |
| a   |  |   |  |                                  |
| b   |  |   |  |                                  |
| c   |  |   |  |                                  |
| d   |  |   |  |                                  |
| e   |  |   |  |                                  |
| 2   | Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7<br>If (loss), enter -0- in Part I, line 7 }  |   | 2  |                                  |
| 3   | Net short-term capital gain or (loss) as defined in sections 1222(5) and (6)<br><br>If gain, also enter in Part I, line 8, column (c) (see the instructions) If (loss), enter -0-<br>in Part I, line 8 . . . . . } |   | 3  |                                  |

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income )

If section 4940(d)(2) applies, leave this part blank

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☒ No  
If "Yes," the foundation does not qualify under section 4940(e) Do not complete this part

1 Enter the appropriate amount in each column for each year, see the instructions before making any entries

|  |  |  |   |
|--|--|--|---|
| (a)<br>Base period years Calendar<br>year (or tax year beginning in) | (b)<br>Adjusted qualifying distributions | (c)<br>Net value of noncharitable-use assets | (d)<br>Distribution ratio<br>(col (b) divided by col (c)) |
| 2006   | 401,152                                  | 123,610                                      | 3 245304  |
| 2005   | 325,662                                  | 93,051                                       | 3 499823  |
| 2004   | 400,965                                  | 42,788                                       | 9 370968  |
| 2003   | 178,264                                  | 2,322  | 76 771748   |
| 2002   |  |  |   |

|   |   |   |           |
|---|---|---|-----------|
| 2 | Total of line 1, column (d). . . . .  | 2 | 92 887843 |
| 3 | Average distribution ratio for the 5-year base period—divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years . . . . .                                      | 3 | 23 221961 |
| 4 | Enter the net value of noncharitable-use assets for 2007 from Part X, line 5. . . . .   | 4 | 160,719   |
| 5 | Multiply line 4 by line 3. . . . .  | 5 | 3,732,210 |
| 6 | Enter 1% of net investment income (1% of Part I, line 27b). . . . .   | 6 | 16        |
| 7 | Add lines 5 and 6. . . . .  | 7 | 3,732,226 |
| 8 | Enter qualifying distributions from Part XII, line 4. . . . .<br>If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate See the Part VI instructions | 8 | 519,364   |

| Part VIExcise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948—see the instructions)  |  |    |    |   |    |
|---|--|----|----|---|----|
| 1aExempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1<br>Date of ruling letter _____ (attach copy of ruling letter if necessary—see instructions) |  | 1  | 33 |   |    |
| bDomestic foundations that meet the section 4940(e) requirements in Part V, check here <input type="checkbox"/> and enter 1% of Part I, line 27b . . . . .  |  |    |    |   |    |
| cAll other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)  |  | 2  |    |   |    |
| 2Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)   |  |    |    |   |    |
| 3Add lines 1 and 2. . . . .   |  |    |    | 3 | 33 |
| 4Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)   |  |    |    | 4 |    |
| 5Tax based on investment income. Subtract line 4 from line 3 If zero or less, enter -0- . . . . .   |  | 5  | 33 |   |    |
| 6Credits/Payments   |  | 7  |    |   |    |
| a2007 estimated tax payments and 2006 overpayment credited to 2007 6a   |  |    |    |   |    |
| bExempt foreign organizations—tax withheld at source . . . . . 6b   |  |    |    |   |    |
| cTax paid with application for extension of time to file (Form 8868) 6c   |  |    |    |   |    |
| dBackup withholding erroneously withheld . . . . . 6d   |  |    |    |   |    |
| 7Total credits and payments Add lines 6a through 6d. . . . .  |  | 7  |    |   |    |
| 8Enter any penalty for underpayment of estimated tax Check here <input type="checkbox"/> if Form 2220 is attached   |  | 8  |    |   |    |
| 9Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed . . . . .  |  | 9  | 33 |   |    |
| 10Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid. . . . .  |  | 10 |    |   |    |
| 11Enter the amount of line 10 to be Credited to 2008 estimated tax 0 Refunded   |  | 11 |    |   |    |

| Part VII-AStatements Regarding Activities  |  |    |     |
|--|--|----|-----|
| 1aDuring the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign? . . . . .   |  | 1a | No  |
| bDid it spend more than \$100 during the year (either directly or indirectly) for political purposes (see the instructions for definition)? . . . . .<br>If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities. |  | 1b | No  |
| cDid the foundation file Form 1120-POL for this year?. . . . .   |  | 1c | No  |
| dEnter the amount (if any) of tax on political expenditures (section 4955) imposed during the year<br>(1) On the foundation \$ (2) On foundation managers \$   |  |    |     |
| eEnter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers \$   |  |    |     |
| 2Has the foundation engaged in any activities that have not previously been reported to the IRS? . . . . .<br>If "Yes," attach a detailed description of the activities.   |  | 2  | No  |
| 3Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes . . . . .  |  | 3  | No  |
| 4aDid the foundation have unrelated business gross income of \$1,000 or more during the year?. . . . .   |  | 4a | No  |
| bIf "Yes," has it filed a tax return on Form 990-T for this year?. . . . .   |  | 4b |     |
| 5Was there a liquidation, termination, dissolution, or substantial contraction during the year? . . . . .<br>If "Yes," attach the statement required by General Instruction T.   |  | 5  | No  |
| 6Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either<br>• By language in the governing instrument, or<br>• By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument? . . . . .           |  | 6  | Yes |
| 7Did the foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col (c), and Part XV  |  | 7  | Yes |
| 8aEnter the states to which the foundation reports or with which it is registered (see the instructions) NC  |  |    |     |
| bIf the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation .   |  | 8b | Yes |
| 9Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2007 or the taxable year beginning in 2007 (see instructions for Part XIV)?<br>If "Yes," complete Part XIV . . . . .   |  | 9  | Yes |
| 10Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses   |  | 10 | No  |

Part VII-A Statements Regarding Activities Continued

|  |   |     |     |    |
|--|---|-----|-----|----|
| 11a  | At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions).    | 11a |     | No |
| b  | If "Yes," did the foundation have a binding written contract in effect on August 17, 2007, covering the interest, rents, royalties, and annuities described in the attachment for line 11a? | 11b |     |    |
| 12   | Did the foundation acquire a direct or indirect interest in any applicable insurance contract?  | 12  |     | No |
| 13   | Did the foundation comply with the public inspection requirements for its annual returns and exemption application?   | 13  | Yes |    |
| Web site address WWW POPECENTER ORG                              |   |     |     |    |
| 14   | The books are in care of BARBARA MASIE Telephone no (919) 828-1400  |     |     |    |
| Located at 333 E SIX FORKS ROAD SUITE 150 RALEIGH NC ZIP+4 27609 |   |     |     |    |
| 15   | Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041—Check here and enter the amount of tax-exempt interest received or accrued during the year.          |     | 15  |    |

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

|   |  |    |     |    |
|---|--|----|-----|----|
| File Form 4720 if any item is checked in the "Yes" column, unless an exception applies. |  |    | Yes | No |
| 1a  | During the year did the foundation (either directly or indirectly)   |    |     |    |
| (1)   | Engage in the sale or exchange, or leasing of property with a disqualified person? Yes No  |    |     |    |
| (2)   | Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? Yes No  |    |     |    |
| (3)   | Furnish goods, services, or facilities to (or accept them from) a disqualified person? Yes No  |    |     |    |
| (4)   | Pay compensation to, or pay or reimburse the expenses of, a disqualified person? Yes No  |    |     |    |
| (5)   | Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? Yes No   |    |     |    |
| (6)   | Agree to pay money or property to a government official? (Exception. Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days ). Yes No  |    |     |    |
| b   | If any answer is "Yes" to 1a(1)–(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see the instructions)? Organizations relying on a current notice regarding disaster assistance check here.   | 1b |     | No |
| c   | Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2007?  | 1c |     |    |
| 2   | Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))  |    |     |    |
| a   | At the end of tax year 2007, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2007? Yes No<br>If "Yes," list the years 20 , 20 , 20 , 20   |    |     |    |
| b   | Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement—see the instructions ).   | 2b |     |    |
| c   | If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here<br>20 , 20 , 20 , 20   |    |     |    |
| 3a  | Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? Yes No  |    |     |    |
| b   | If "Yes," did it have excess business holdings in 2007 as a result of (1) any purchase by the foundation or disqualified persons after May 26, 1969, (2) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or (3) the lapse of the 10-, 15-, or 20-year first phase holding period? (Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2007.). | 3b |     |    |
| 4a  | Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?  | 4a |     | No |
| b   | Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2007?  | 4b |     | No |

Part VII-B

Statements Regarding Activities for Which Form 4720 May Be Required

Continued

5a

During the year did the foundation pay or incur any amount to

(1)

Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?

YesNo

(2)

Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?

YesNo

(3)

Provide a grant to an individual for travel, study, or other similar purposes?

YesNo

(4)

Provide a grant to an organization other than a charitable, etc , organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see instructions).

YesNo

(5)

Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?

YesNo

5b

If any answer is "Yes" to 5a(1)–(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see the instructions)?

YesNo

Organizations relying on a current notice regarding disaster assistance check here.

YesNo

c

If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant?

YesNo

If "Yes," attach the statement required by Regulations section 53.4945–5(d).

6a

Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?

YesNo

6b

Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?

YesNo

If you answered "Yes" to 6b, also file Form 8870.

7a

At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?

YesNo

7b

If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?

YesNo

Part VIII

Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1

List all officers, directors, trustees, foundation managers and their compensation (see the instructions).

| (a) Name and address      | (b) Title, and average hours per week devoted to position | (c) Compensation (If not paid, enter -0-) | (d) Contributions to employee benefit plans and deferred compensation | (e) Expense account, other allowances |
|---------------------------|---|---|---|---------------------------------------|
| See Additional Data Table |   |   |   |                                       |
|                           |   |   |   |                                       |
|                           |   |   |   |                                       |
|                           |   |   |   |                                       |
|                           |   |   |   |                                       |
|                           |   |   |   |                                       |
|                           |   |   |   |                                       |

2

Compensation of five highest-paid employees (other than those included on line 1—see the instructions). If none, enter "NONE."

| (a) Name and address of each employee paid more than \$50,000 | (b) Title and average hours per week devoted to position | (c) Compensation | (d) Contributions to employee benefit plans and deferred compensation | (e) Expense account, other allowances |
|---|--|------------------|---|---------------------------------------|
| NONE  |  |                  |   |                                       |
|   |  |                  |   |                                       |
|   |  |                  |   |                                       |
|   |  |                  |   |                                       |
|   |  |                  |   |                                       |
|   |  |                  |   |                                       |
|   |  |                  |   |                                       |
|   |  |                  |   |                                       |

Total

number of other employees paid over \$50,000.

**Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors** Continued

**3 Five highest-paid independent contractors for professional services—(see the instructions). If none, enter "NONE."**

| (a) Name and address of each person paid more than \$50,000 | (b) Type of service | (c) Compensation |
|---|---------------------|------------------|
| NONE  |                     |                  |
|   |                     |                  |
|   |                     |                  |
|   |                     |                  |
|   |                     |                  |
|   |                     |                  |
|   |                     |                  |
|   |                     |                  |
|   |                     |                  |
|   |                     |                  |

**Total** number of others receiving over \$50,000 for professional services. . . . . ▶

## Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.

| List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc. |   | Expenses |
|--|---|----------|
| <b>1</b>   | RESEARCH & OUTREACH REGARDING HIGHER EDUCATION POLICY | 519,363  |
| <b>2</b>   |   |          |
|  |   |          |
|  |   |          |
| <b>3</b>   |   |          |
|  |   |          |
|  |   |          |
| <b>4</b>   |   |          |
|  |   |          |
|  |   |          |

**Part IX-B Summary of Program-Related Investments** (see the instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2

| Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2 | Amount |
|--|--------|
| <b>1</b> N/A   |        |
| <b>2</b>   |        |
|  |        |
|  |        |
| All other program-related investments See the instructions   |        |
| <b>3</b>   |        |
|  |        |
|  |        |

**Total** Add lines 1 through 3. . . . . 

Part X

Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see the instructions.)

|   |   |    |         |
|---|---|----|---------|
| 1 | Fair market value of assets not used (or held for use) directly in carrying out charitable, etc , purposes            |    |         |
| a | Average monthly fair market value of securities. . . . .  | 1a | 0       |
| b | Average of monthly cash balances. . . . .   | 1b | 163,167 |
| c | Fair market value of all other assets (see the instructions). . . . .   | 1c | 0       |
| d | Total (add lines 1a, b, and c). . . . .   | 1d | 163,167 |
| e | Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation). . . . .    | 1e |         |
| 2 | Acquisition indebtedness applicable to line 1 assets. . . . .   | 2  |         |
| 3 | Subtract line 2 from line 1d. . . . .   | 3  | 163,167 |
| 4 | Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see the instructions). . . . . | 4  | 2,448   |
| 5 | Net value of noncharitable-use assets. Subtract line 4 from line 3 Enter here and on Part V, line 4                   | 5  | 160,719 |
| 6 | Minimum investment return. Enter 5% of line 5. . . . .  | 6  | 8,036   |

Part XI

Distributable Amount (see the instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ☒ and do not complete this part.)

|    |   |    |  |
|----|---|----|--|
| 1  | Minimum investment return from Part X, line 6. . . . .  | 1  |  |
| 2a | Tax on investment income for 2007 from Part VI, line 5. . . . .   | 2a |  |
| b  | Income tax for 2007 (This does not include the tax from Part VI ). . . . .                                | 2b |  |
| c  | Add lines 2a and 2b. . . . .  | 2c |  |
| 3  | Distributable amount before adjustments Subtract line 2c from line 1. . . . .                             | 3  |  |
| 4  | Recoveries of amounts treated as qualifying distributions. . . . .  | 4  |  |
| 5  | Add lines 3 and 4. . . . .  | 5  |  |
| 6  | Deduction from distributable amount (see the instructions). . . . .                                       | 6  |  |
| 7  | Distributable amount as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1. . . . . | 7  |  |

Part XII

Qualifying Distributions (see the instructions)

|   |  |    |         |
|---|--|----|---------|
| 1 | Amounts paid (including administrative expenses) to accomplish charitable, etc , purposes  |    |         |
| a | Expenses, contributions, gifts, etc —total from Part I, column (d), line 26. . . . .   | 1a | 519,364 |
| b | Program-related investments—total from Part IX-B. . . . .  | 1b |         |
| 2 | Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes. . . . .   | 2  |         |
| 3 | Amounts set aside for specific charitable projects that satisfy the  |    |         |
| a | Suitability test (prior IRS approval required). . . . .  | 3a |         |
| b | Cash distribution test (attach the required schedule). . . . .   | 3b |         |
| 4 | Qualifying distributions. Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4  | 4  | 519,364 |
| 5 | Organizations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see the instructions). . . . . | 5  |         |
| 6 | Adjusted qualifying distributions. Subtract line 5 from line 4. . . . .  | 6  | 519,364 |

**Note:** The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years.

Part XIII

Undistributed Income (see the instructions)

|   | (a)<br>Corpus | (b)<br>Years prior to 2006 | (c)<br>2006 | (d)<br>2007 |
|---|---------------|----------------------------|-------------|-------------|
| 1 Distributable amount for 2007 from Part XI, line 7  |               |                            |             |             |
| 2 Undistributed income, if any, as of the end of 2006   |               |                            |             |             |
| a Enter amount for 2006 only. . . . .   |               |                            |             |             |
| b Total for prior years 20____, 20____, 20____  |               |                            |             |             |
| 3 Excess distributions carryover, if any, to 2007   |               |                            |             |             |
| a From 2002. . . . .  |               |                            |             |             |
| b From 2003. . . . .  |               |                            |             |             |
| c From 2004. . . . .  |               |                            |             |             |
| d From 2005. . . . .  |               |                            |             |             |
| e From 2006. . . . .  |               |                            |             |             |
| f Total of lines 3a through e. . . . .  |               |                            |             |             |
| 4 Qualifying distributions for 2007 from Part XII, line 4 ➤ \$ _____  |               |                            |             |             |
| a Applied to 2006, but not more than line 2a  |               |                            |             |             |
| b Applied to undistributed income of prior years (Election required—see the instructions). . . .  |               |                            |             |             |
| c Treated as distributions out of corpus (Election required—see the instructions). . . . .  |               |                            |             |             |
| d Applied to 2007 distributable amount. . . . .   |               |                            |             |             |
| e Remaining amount distributed out of corpus  |               |                            |             |             |
| 5 Excess distributions carryover applied to 2007<br>(If an amount appears in column (d), the same amount must be shown in column (a).)  |               |                            |             |             |
| 6 Enter the net total of each column as indicated below:  |               |                            |             |             |
| a Corpus Add lines 3f, 4c, and 4e Subtract line 5   |               |                            |             |             |
| b Prior years' undistributed income Subtract line 4b from line 2b. . . . .  |               |                            |             |             |
| c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed. . . . . |               |                            |             |             |
| d Subtract line 6c from line 6b Taxable amount—see the instructions. . . . .  |               |                            |             |             |
| e Undistributed income for 2006 Subtract line 4a from line 2a Taxable amount—see the instructions. . . . .  |               |                            |             |             |
| f Undistributed income for 2007 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2008. . . . .  |               |                            |             |             |
| 7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see the instructions). . . . .                              |               |                            |             |             |
| 8 Excess distributions carryover from 2002 not applied on line 5 or line 7 (see the instructions). . . . .  |               |                            |             |             |
| 9 Excess distributions carryover to 2008.<br>Subtract lines 7 and 8 from line 6a. . . . .   |               |                            |             |             |
| 10 Analysis of line 9   |               |                            |             |             |
| a From 2003. . . . .  |               |                            |             |             |
| b From 2004. . . . .  |               |                            |             |             |
| c From 2005. . . . .  |               |                            |             |             |
| d From 2006. . . . .  |               |                            |             |             |
| e From 2007. . . . .  |               |                            |             |             |

Part XIV

Private Operating Foundations (see the instructions and Part VII-A, question 9)

1a

If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2007, enter the date of the ruling.

b

Check box to indicate whether the organization is a private operating foundation described in section 4942(j)(3) or 4942(j)(5)

☒ 4942(j)(3) or ☐ 4942(j)(5)

|    |   |          |               |          |          |           |
|----|---|----------|---------------|----------|----------|-----------|
| 2a | Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed . . . . .                         | Tax year | Prior 3 years |          |          | (e) Total |
|    |   | (a) 2007 | (b) 2006      | (c) 2005 | (d) 2004 |           |
|    |   | 1,625    |               |          |          | 1,625     |
| b  | 85% of line 2a . . . . .  | 1,381    |               |          |          | 1,381     |
| c  | Qualifying distributions from Part XII, line 4 for each year listed . . . . .   | 519,364  | 401,152       | 325,662  | 400,965  | 1,647,143 |
| d  | Amounts included in line 2c not used directly for active conduct of exempt activities . . . .   |          |               |          |          |           |
| e  | Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c . . . . .                                     | 519,364  | 401,152       | 325,662  | 400,965  | 1,647,143 |
| 3  | Complete 3a, b, or c for the alternative test relied upon   |          |               |          |          |           |
| a  | "Assets" alternative test—enter   |          |               |          |          |           |
|    | (1) Value of all assets . . . . .   |          |               |          |          |           |
|    | (2) Value of assets qualifying under section 4942(j)(3)(B)(i)   |          |               |          |          |           |
| b  | "Endowment" alternative test— enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed. . . .                                    | 5,357    | 4,121         | 3,102    | 1,426    | 14,006    |
| c  | "Support" alternative test—enter  |          |               |          |          |           |
|    | (1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties) . . . . . |          |               |          |          |           |
|    | (2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii). . . . .                                       |          |               |          |          |           |
|    | (3) Largest amount of support from an exempt organization   |          |               |          |          |           |
|    | (4) Gross investment income   |          |               |          |          |           |

Part XV

Supplementary Information (Complete this part only if the organization had \$5,000 or more in assets at any time during the year—see the instructions.)

1

Information Regarding Foundation Managers:

a

List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than \$5,000) (See section 507(d)(2) )

b

List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest

2

Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:

Check here ☒ if the organization only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the organization makes gifts, grants, etc. (see the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

a

The name, address, and telephone number of the person to whom applications should be addressed

b

The form in which applications should be submitted and information and materials they should include

c

Any submission deadlines

d

Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors

### 3 Grants and Contributions Paid During the Year or Approved for Future Payment

Form **990-PF** (2007)

Enter gross amounts unless otherwise indicated

## Part XVI-B Relationship of Activities to the Accomplishment of Exempt Purposes

Form **990-PF** (2007)

Part XVII

Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations

1

Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?

a

Transfers from the reporting organization to a noncharitable exempt organization of

1

Cash.

1a(1)

No

2

Other assets.

1a(2)

No

b

Other transactions

1

Sales of assets to a noncharitable exempt organization.

1b(1)

No

2

Purchases of assets from a noncharitable exempt organization.

1b(2)

No

3

Rental of facilities, equipment, or other assets.

1b(3)

No

4

Reimbursement arrangements.

1b(4)

No

5

Loans or loan guarantees.

1b(5)

No

6

Performance of services or membership or fundraising solicitations.

1b(6)

No

c

Sharing of facilities, equipment, mailing lists, other assets, or paid employees.

1c

No

d

If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization. If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received.

| (a) Line No | (b) Amount involved | (c) Name of noncharitable exempt organization | (d) Description of transfers, transactions, and sharing arrangements |
|-------------|---------------------|---|--|
|             |                     |   |  |
|             |                     |   |  |
|             |                     |   |  |
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|             |                     |   |  |
|             |                     |   |  |

2a

Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527?

☐

Yes

☒

No

b

If "Yes," complete the following schedule.

| (a) Name of organization | (b) Type of organization | (c) Description of relationship |
|--------------------------|--------------------------|---------------------------------|
|                          |                          |                                 |
|                          |                          |                                 |
|                          |                          |                                 |
|                          |                          |                                 |
|                          |                          |                                 |

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer or fiduciary) is based on all information of which preparer has any knowledge.

\*\*\*\*\*

Signature of officer or trustee

2008-10-09

Date

\*\*\*\*\*

Title

Paid Preparer's Use Only

Preparer's Signature

CHUCK AVERRE

Firm's name (or yours if self-employed), address, and ZIP code

HOLLINGSWORTH AVENT & AVERRE PA  
200 W MILLBROOK ROAD  
RALEIGH, NC 27609

Date

2008-10-09

Check if self-employed ☒

EIN

Preparer's SSN or PTIN (See **Signature** in the instructions.)

Phone no (919) 848-4100

Form 990-PF (2007)

Schedule B

(Form 990, 990-EZ, or 990-PF)

Department of the Treasury  
Internal Revenue Service

Schedule of Contributors

Supplementary Information for  
line 1 of Form 990, 990-EZ, and 990-PF (see instructions)

OMB No 1545-0047

2007

|  |   |
|--|---|
| <b>Name of organization</b><br>THE JOHN WILLIAM POPE CENTER FOR<br>HIGHER EDUCATION POLICY | <b>Employer identification number</b><br>16-1686283 |
|--|---|

Organization type (check one)


|                    |   |
|--------------------|---|
| <b>Filers of:</b>  | <b>Section:</b>   |
| Form 990 or 990-EZ | <div><input type="checkbox"/> 501(c)( ) (enter number) organization</div> <div><input type="checkbox"/> 4947(a)(1) nonexempt charitable trust <b>not</b> treated as a private foundation</div> <div><input type="checkbox"/> 527 political organization</div>         |
| Form 990-PF        | <div><input checked="" type="checkbox"/> 501(c)(3) exempt private foundation</div> <div><input type="checkbox"/> 4947(a)(1) nonexempt charitable trust treated as a private foundation</div> <div><input type="checkbox"/> 501(c)(3) taxable private foundation</div> |

Check if your organization is covered by the **General Rule** or a **Special Rule**. (Note: Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule—see instructions )

General Rule—

- ☒ For organizations filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor (Complete Parts I and II )

Special Rules—

- ☐ For a section 501(c)(3) organization filing Form 990, or Form 990-EZ, that met the 33<sup>1</sup>/<sub>3</sub>% support test of the regulations under sections 509(a)(1)/170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of \$5,000 or 2% of the amount on line 1 of these forms (Complete Parts I and II )
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, aggregate contributions or bequests of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals (Complete Parts I, II, and III )
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, some contributions for use *exclusively* for religious, charitable, etc , purposes, but these contributions did not aggregate to more than \$1,000 (If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc , purpose Do not complete any of the Parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc , contributions of \$5,000 or more during the year ) . . . . .  \$ \_\_\_\_\_

**Caution:** Organizations that are not covered by the General Rule and/or the Special Rules do not file Schedule B (Form 990, 990-EZ, or 990-PF), but they **must** check the box in the heading of their Form 990, Form 990-EZ, or on line 2 of their Form 990-PF, to certify that they do not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF)

|  |   |
|--|---|
| <b>Name of organization</b><br>THE JOHN WILLIAM POPE CENTER FOR<br>HIGHER EDUCATION POLICY | <b>Employer identification number</b><br><br>16-1686283 |
|--|---|

Part I

Contributors (See Specific Instructions )

| (a)<br>No. | (b)<br>Name, address, and ZIP + 4   | (c)<br>Aggregate contributions | (d)<br>Type of contribution   |
|------------|---|--------------------------------|---|
| 1          | THE JOHN WILLIAM POPE FOUNDATION<br>4601 SIX FORKS ROAD SUITE 300<br><br>RALEIGH, NC 27609                  | \$ 499,320                     | Person <input checked="" type="checkbox"/><br>Payroll <input type="checkbox"/><br>Noncash <input type="checkbox"/><br><br>(Complete Part II if there is<br>a noncash contribution ) |
| 2          | SEACAY CORPORATION<br><br>C/O HRJ CONSULTING<br>815-17 AVE SW STE 200<br>CALGARY, ALBERTA, CANADA T2T0A1 CA | \$ 28,000                      | Person <input checked="" type="checkbox"/><br>Payroll <input type="checkbox"/><br>Noncash <input type="checkbox"/><br><br>(Complete Part II if there is<br>a noncash contribution ) |
| 3          | CHARLES G KOCH FOUNDATION<br>P O BOX 2256<br><br>WICHITA, KS 67201  | \$ 15,000                      | Person <input checked="" type="checkbox"/><br>Payroll <input type="checkbox"/><br>Noncash <input type="checkbox"/><br><br>(Complete Part II if there is<br>a noncash contribution ) |
| 4          | BROYHILL FAMILY FOUNDATION INC<br>P O BOX 500<br>800 GOLFFVIEW PARK<br>LENOIR, NC 28645                     | \$ 10,000                      | Person <input checked="" type="checkbox"/><br>Payroll <input type="checkbox"/><br>Noncash <input type="checkbox"/><br><br>(Complete Part II if there is<br>a noncash contribution ) |
| 5          | THE SEARLE FREEDOM TRUST<br>1150 SEVENTEENTH ST NW<br>SUITE 910<br>WASHINGTON, DC 20036                     | \$ 12,000                      | Person <input checked="" type="checkbox"/><br>Payroll <input type="checkbox"/><br>Noncash <input type="checkbox"/><br><br>(Complete Part II if there is<br>a noncash contribution ) |
|            |   | \$                             | Person <input type="checkbox"/><br>Payroll <input type="checkbox"/><br>Noncash <input type="checkbox"/><br><br>(Complete Part II if there is<br>a noncash contribution )            |

|  |   |
|--|---|
| <b>Name of organization</b><br>THE JOHN WILLIAM POPE CENTER FOR<br>HIGHER EDUCATION POLICY | <b>Employer identification number</b><br><br>16-1686283 |
|--|---|

Part II

Noncash Property (See Specific Instructions )

| (a) No.<br>from<br>Part I | (b)<br>Description of noncash property given    | (c)<br>FMV (or estimate)<br>(see instructions) | (d)<br>Date received |
|---------------------------|---|--|----------------------|
| —                         | <div></div> <div></div> <div></div> <div></div> | \$ <div></div>                                 | <div></div>          |
| (a) No.<br>from<br>Part I | (b)<br>Description of noncash property given    | (c)<br>FMV (or estimate)<br>(see instructions) | (d)<br>Date received |
| —                         | <div></div> <div></div> <div></div> <div></div> | \$ <div></div>                                 | <div></div>          |
| (a) No.<br>from<br>Part I | (b)<br>Description of noncash property given    | (c)<br>FMV (or estimate)<br>(see instructions) | (d)<br>Date received |
| —                         | <div></div> <div></div> <div></div> <div></div> | \$ <div></div>                                 | <div></div>          |
| (a) No.<br>from<br>Part I | (b)<br>Description of noncash property given    | (c)<br>FMV (or estimate)<br>(see instructions) | (d)<br>Date received |
| —                         | <div></div> <div></div> <div></div> <div></div> | \$ <div></div>                                 | <div></div>          |
| (a) No.<br>from<br>Part I | (b)<br>Description of noncash property given    | (c)<br>FMV (or estimate)<br>(see instructions) | (d)<br>Date received |
| —                         | <div></div> <div></div> <div></div> <div></div> | \$ <div></div>                                 | <div></div>          |
| (a) No.<br>from<br>Part I | (b)<br>Description of noncash property given    | (c)<br>FMV (or estimate)<br>(see instructions) | (d)<br>Date received |
| —                         | <div></div> <div></div> <div></div> <div></div> | \$ <div></div>                                 | <div></div>          |

|   |  |
|---|--|
| Name of organization<br>THE JOHN WILLIAM POPE CENTER FOR<br>HIGHER EDUCATION POLICY | Employer identification number<br><br>16-1686283 |
|---|--|

Part III

**Exclusively religious, charitable, etc., individual contributions to section 501(c)(7), (8), or (10) organizations aggregating more than \$1,000 for the year.** (Complete columns (a) through (e) and the following line entry )

For organizations completing Part III, enter the total of *exclusively* religious, charitable, etc , contributions of **\$1,000 or less** for the year (Enter this information once—see instructions ) ► \$

| (a) No.<br>from<br>Part I | (b)<br>Purpose of gift   | (c)<br>Use of gift                  | (d)<br>Description of how gift is held |
|---------------------------|--|-------------------------------------|--|
| —                         | <div></div> <div></div> <div></div>  | <div></div> <div></div> <div></div> | <div></div> <div></div> <div></div>    |
|                           | <div>(e)<br/>Transfer of gift</div> <div>Transferee's name, address, and ZIP 4Relationship of transferor to transferee</div> |                                     |  |
|                           | <div></div> <div></div> <div></div>  |                                     |  |
|                           |  |                                     |  |
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|                           | <div>(e)<br/>Transfer of gift</div> <div>Transferee's name, address, and ZIP 4Relationship of transferor to transferee</div> |                                     |  |
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|                           | <div>(e)<br/>Transfer of gift</div> <div>Transferee's name, address, and ZIP 4Relationship of transferor to transferee</div> |                                     |  |
|                           | <div></div> <div></div> <div></div>  |                                     |  |
|                           |  |                                     |  |
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|                           | <div>(e)<br/>Transfer of gift</div> <div>Transferee's name, address, and ZIP 4Relationship of transferor to transferee</div> |                                     |  |
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|                           |  |                                     |  |

Form

4562

Department of the Treasury  
Internal Revenue Service

Depreciation and Amortization  
(Including Information on Listed Property)

▶ See separate instructions.    ▶ Attach to your tax return.

OMB No 1545-0172

2007

Attachment  
Sequence No 67

|  |  |                                      |
|--|--|--------------------------------------|
| Name(s) shown on return<br>THE JOHN WILLIAM POPE CENTER FOR<br>HIGHER EDUCATION POLICY | Business or activity to which this form relates<br><br>INDIRECT DEPRECIATION | Identifying number<br><br>16-1686283 |
|--|--|--------------------------------------|

Part I Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

|   |   |         |
|---|---|---------|
| 1 Maximum amount See the instructions for a higher limit for certain businesses . . . . .   | 1 | 125,000 |
| 2 Total cost of section 179 property placed in service (see instructions) . . . . .   | 2 |         |
| 3 Threshold cost of section 179 property before reduction in limitation . . . . .   | 3 | 500,000 |
| 4 Reduction in limitation Subtract line 3 from line 2 If zero or less, enter -0- . . . . .  | 4 |         |
| 5 Dollar limitation for tax year Subtract line 4 from line 1 If zero or less, enter -0- If married filing<br>separately, see instructions . . . . . | 5 |         |

| (a) Description of property  | (b) Cost (business use only) | (c) Elected cost |
|--|------------------------------|------------------|
| 6  |                              |                  |
| 7 Listed property Enter the amount from line 29 . . . . .  | 7                            |                  |
| 8 Total elected cost of section 179 property Add amounts in column (c), lines 6 and 7 . . . . .                                | 8                            |                  |
| 9 Tentative deduction Enter the smaller of line 5 or line 8 . . . . .  | 9                            |                  |
| 10 Carryover of disallowed deduction from line 13 of your 2006 Form 4562 . . . . .   | 10                           |                  |
| 11 Business income limitation Enter the smaller of business income (not less than zero) or line 5 (see instructions) . . . . . | 11                           |                  |
| 12 Section 179 expense deduction Add lines 9 and 10, but do not enter more than line 11 . . . . .                              | 12                           |                  |
| 13 Carryover of disallowed deduction to 2008 Add lines 9 and 10, less line 12 .▶   | 13                           |                  |

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property ) (See instructions )

|   |    |       |
|---|----|-------|
| 14 Special allowance for qualified New York Liberty or Gulf Opportunity Zone property (other than listed property) and cellulosic biomass ethanol plant property placed in service during the tax year (see instructions) | 14 |       |
| 15 Property subject to section 168(f)(1) election . . . . .   | 15 |       |
| 16 Other depreciation (including ACRS) . . . . .  | 16 | 2,990 |

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)

Section A

|   |    |     |
|---|----|-----|
| 17 MACRS deductions for assets placed in service in tax years beginning before 2007 . . . . .   | 17 | 305 |
| 18 If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here . . . . .▶ |    |     |

| (a) Classification of property | (b) Month and year placed in service | (c) Basis for depreciation (business/investment use only—see instructions) | (d) Recovery period | (e) Convention | (f) Method | (g) Depreciation deduction |
|--------------------------------|--------------------------------------|--|---------------------|----------------|------------|----------------------------|
| 19a 3-year property            |                                      |  |                     |                |            |                            |
| b 5-year property              |                                      |  |                     |                |            |                            |
| c 7-year property              |                                      |  |                     |                |            |                            |
| d 10-year property             |                                      |  |                     |                |            |                            |
| e 15-year property             |                                      |  |                     |                |            |                            |
| f 20-year property             |                                      |  |                     |                |            |                            |
| g 25-year property             |                                      |  | 25 yrs              |                | S/L        |                            |
| h Residential rental property  |                                      |  | 27 5 yrs            | MM             | S/L        |                            |
|                                |                                      |  | 27 5 yrs            | MM             | S/L        |                            |
| i Nonresidential real property |                                      |  | 39 yrs              | MM             | S/L        |                            |
|                                |                                      |  |                     | MM             | S/L        |                            |

| Section C—Assets Placed in Service During 2007 Tax Year Using the Alternative Depreciation System |  |  |        |    |     |  |
|---|--|--|--------|----|-----|--|
| 20a Class life  |  |  |        |    | S/L |  |
| b 12-year   |  |  | 12 yrs |    | S/L |  |
| c 40-year   |  |  | 40 yrs | MM | S/L |  |

Part IV Summary (see instructions)

|  |    |       |
|--|----|-------|
| 21 Listed property Enter amount from line 28 . . . . .   | 21 |       |
| 22 Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21 Enter here and on the appropriate lines of your return Partnerships and S corporations—see instr . . . . . | 22 | 3,295 |
| 23 For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs . . . . .   | 23 |       |

Part V

Listed Property (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement.)  
**Note:** For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A—Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

|   |                               |  |                            |  |                        |   |                                |                                 |
|---|-------------------------------|--|----------------------------|--|------------------------|---|--------------------------------|---------------------------------|
| 24a Do you have evidence to support the business/investment use claimed? <input type="checkbox"/> Yes <input type="checkbox"/> No   |                               |  |                            |  |                        | 24b If "Yes," is the evidence written? <input type="checkbox"/> Yes <input type="checkbox"/> No |                                |                                 |
| (a)<br>Type of property (list vehicles first)   | (b)<br>Date placed in service | (c)<br>Business/ investment use percentage | (d)<br>Cost or other basis | (e)<br>Basis for depreciation (business/investment use only) | (f)<br>Recovery period | (g)<br>Method/ Convention   | (h)<br>Depreciation/ deduction | (i)<br>Elected section 179 cost |
| 25 Special allowance for qualified New York Liberty or Gulf Opportunity Zone property placed in service during the tax year and used more than 50% in a qualified business use (see instructions) |                               |  |                            |  |                        | 25  |                                |                                 |
| 26 Property used more than 50% in a qualified business use  |                               |  |                            |  |                        |   |                                |                                 |
|   |                               | %  |                            |  |                        |   |                                |                                 |
|   |                               | %  |                            |  |                        |   |                                |                                 |
|   |                               | %  |                            |  |                        |   |                                |                                 |
| 27 Property used 50% or less in a qualified business use  |                               |  |                            |  |                        |   |                                |                                 |
|   |                               | %  |                            |  | S/L -                  |   |                                |                                 |
|   |                               | %  |                            |  | S/L -                  |   |                                |                                 |
|   |                               | %  |                            |  | S/L -                  |   |                                |                                 |
| 28 Add amounts in column (h), lines 25 through 27 Enter here and on line 21, page 1   |                               |  |                            |  |                        | 28  |                                |                                 |
| 29 Add amounts in column (i), line 26 Enter here and on line 7, page 1  |                               |  |                            |  |                        |   | 29                             |                                 |

Section B—Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person  
If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles

|  |                  |    |                  |    |                  |    |                  |    |                  |    |                  |    |
|--|------------------|----|------------------|----|------------------|----|------------------|----|------------------|----|------------------|----|
| 30 Total business/investment miles driven during the year ( <b>do not</b> include commuting miles) | (a)<br>Vehicle 1 |    | (b)<br>Vehicle 2 |    | (c)<br>Vehicle 3 |    | (d)<br>Vehicle 4 |    | (e)<br>Vehicle 5 |    | (f)<br>Vehicle 6 |    |
| 31 Total commuting miles driven during the year  |                  |    |                  |    |                  |    |                  |    |                  |    |                  |    |
| 32 Total other personal(noncommuting) miles driven   |                  |    |                  |    |                  |    |                  |    |                  |    |                  |    |
| 33 Total miles driven during the year Add lines 30 through 32                                      |                  |    |                  |    |                  |    |                  |    |                  |    |                  |    |
| 34 Was the vehicle available for personal use during off-duty hours?                               | Yes              | No | Yes              | No | Yes              | No | Yes              | No | Yes              | No | Yes              | No |
| 35 Was the vehicle used primarily by a more than 5% owner or related person?                       |                  |    |                  |    |                  |    |                  |    |                  |    |                  |    |
| 36 Is another vehicle available for personal use?  |                  |    |                  |    |                  |    |                  |    |                  |    |                  |    |

Section C—Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who **are not** more than 5% owners or related persons (see instructions)

|   |     |    |
|---|-----|----|
| 37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?  | Yes | No |
| 38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners |     |    |
| 39 Do you treat all use of vehicles by employees as personal use?   |     |    |
| 40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?   |     |    |
| 41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions )  |     |    |
| <b>Note:</b> If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles   |     |    |

Part VI Amortization

|   |                                 |                           |                     |  |                                    |
|---|---------------------------------|---------------------------|---------------------|--|------------------------------------|
| (a)<br>Description of costs   | (b)<br>Date amortization begins | (c)<br>Amortizable amount | (d)<br>Code section | (e)<br>Amortization period or percentage | (f)<br>A mortization for this year |
| 42 A mortization of costs that begins during your 2007 tax year (see instructions)  |                                 |                           |                     |  |                                    |
|   |                                 |                           |                     |  |                                    |
| 43 A mortization of costs that began before your 2007 tax year                      |                                 |                           |                     | 43                                       |                                    |
| 44 <b>Total.</b> Add amounts in column (f) See the instructions for where to report |                                 |                           |                     | 44                                       |                                    |

Additional Data

Software ID:

Software Version:

EIN: 16-1686283

Name: THE JOHN WILLIAM POPE CENTER FOR  
HIGHER EDUCATION POLICY

Form 990PF PartVIII Line 1 - List all officers, directors, trustees, foundation managers and their compensation

| (a) Name and address  | (b) Title, and average hours per week devoted to position | (c) Compensation (If not paid, enter -0-) | (d) Contributions to employee benefit plans and deferred compensation | (e) Expense account, other allowances |
|---|---|---|---|---------------------------------------|
| GEORGE LEEF   | VP - RESEARC<br>0   | 63,779                                    | 0   | 0                                     |
| 333 E SIX FORKS RD<br>SUITE 150<br>RALEIGH, NC 27609        |   |   |   |                                       |
| JANE SHAW   | PRESIDENT<br>0  | 107,885                                   | 0   | 0                                     |
| 333 E SIX FORKS RD<br>SUITE 150<br>RALEIGH, NC 27609        |   |   |   |                                       |
| CAROLYN ZAHNOW  | SECRETARY<br>0  | 39,270                                    | 0   | 0                                     |
| 333 E SIX FORKS RD<br>SUITE 150<br>RALEIGH, NC 27609        |   |   |   |                                       |
| ARCH T ALLEN  | DIRECTOR<br>0   | 0   | 0   | 0                                     |
| P O BOX 18627<br>RALEIGH, NC 276198627                      |   |   |   |                                       |
| JACK W SOMMER   | DIRECTOR<br>0   | 0   | 0   | 0                                     |
| 19532 WEAVERS CIRCLE<br>CORNELIUS, NC 280317532             |   |   |   |                                       |
| JOHN HOOD   | DIRECTOR<br>0   | 0   | 0   | 0                                     |
| 200 W MORGAN ST<br>SUITE 200<br>RALEIGH, NC 27601           |   |   |   |                                       |
| J EDGAR BROYHILL  | DIRECTOR<br>0   | 0   | 0   | 0                                     |
| 525 N HAWTHORNE RD<br>WINSTONSALEM, NC 27104                |   |   |   |                                       |
| VIRGININA FOXX  | DIRECTOR<br>0   | 0   | 0   | 0                                     |
| 430 CANNON HOUSE OFFICE<br>BUILDING<br>WASHINGTON, DC 20515 |   |   |   |                                       |
| JOSEPH P LINDSEY SR   | DIRECTOR<br>0   | 0   | 0   | 0                                     |
| 6331 CARMEL RD<br>CHARLOTTE, NC 282268246                   |   |   |   |                                       |
| TIM MOORE   | DIRECTOR<br>0   | 0   | 0   | 0                                     |
| 300 N SALISBURY ST<br>ROOM 604<br>RALEIGH, NC 276035925     |   |   |   |                                       |
| J ARTHUR POPE   | DIRECTOR<br>0   | 0   | 0   | 0                                     |
| 4601 SIX FORKS RD<br>SUITE 300<br>RALEIGH, NC 27609         |   |   |   |                                       |

TY 2007 Accounting Fees Schedule

**Name:** THE JOHN WILLIAM POPE CENTER FOR  
HIGHER EDUCATION POLICY  
**EIN:** 16-1686283

| Category                    | Amount | Net Investment<br>Income | Adjusted Net<br>Income | Disbursements for<br>Charitable<br>Purposes |
|-----------------------------|--------|--------------------------|------------------------|---|
| INDIRECT ACCOUNTING<br>FEES | 4,503  |                          |                        | 4,423                                       |

**Note:** To capture the full content of this document, please select landscape mode (11" x 8.5") when printing.

**TY 2007 Depreciation Schedule**

**Name:** THE JOHN WILLIAM POPE CENTER FOR  
HIGHER EDUCATION POLICY

**EIN:** 16-1686283

| Description of Property | Date Acquired | Cost or Other Basis | Prior Years' Depreciation | Computation Method | Rate / Life (# of years) | Current Year's Depreciation Expense | Net Investment Income | Adjusted Net Income | Cost of Goods Sold Not Included |
|-------------------------|---------------|---------------------|---------------------------|--------------------|--------------------------|-------------------------------------|-----------------------|---------------------|---------------------------------|
| DEPRECIATION            |               |                     |                           |                    |                          | 3,297                               |                       |                     |                                 |

Note: To capture the full content of this document, please select landscape mode (11" x 8.5") when printing.

TY 2007 Gain/Loss from Sale of Other Assets Schedule

**Name:** THE JOHN WILLIAM POPE CENTER FOR  
HIGHER EDUCATION POLICY

**EIN:** 16-1686283

| Name             | Date Acquired | How Acquired | Date Sold | Purchaser Name | Gross Sales Price | Basis | Basis Method | Sales Expenses | Total (net) | Accumulated Depreciation |
|------------------|---------------|--------------|-----------|----------------|-------------------|-------|--------------|----------------|-------------|--------------------------|
| OFFICE FURNITURE | 2004-03       | PURCHASE     | 2008-04   |                |                   | 1,137 |              |                | -418        | 719                      |
| COMPUTER         | 2005-10       | PURCHASE     | 2008-04   |                |                   | 1,209 |              |                | -406        | 803                      |

TY 2007 Land, Etc. Schedule

**Name:** THE JOHN WILLIAM POPE CENTER FOR  
HIGHER EDUCATION POLICY  
**EIN:** 16-1686283

| Category / Item | Cost / Other Basis | Accumulated Depreciation | Book Value | End of Year Fair Market Value |
|-----------------|--------------------|--------------------------|------------|-------------------------------|
|                 | 48,930             | 23,423                   | 25,507     | 25,507                        |

TY 2007 Other Assets Schedule

**Name:** THE JOHN WILLIAM POPE CENTER FOR  
HIGHER EDUCATION POLICY  
**EIN:** 16-1686283

| Description      | Beginning of Year -<br>Book Value | End of Year - Book<br>Value | End of Year - Fair<br>Market Value |
|------------------|-----------------------------------|-----------------------------|------------------------------------|
| SECURITY DEPOSIT | 1,108                             | 3,000                       | 3,000                              |

**TY 2007 Other Expenses Schedule**

**Name:** THE JOHN WILLIAM POPE CENTER FOR  
HIGHER EDUCATION POLICY

**EIN:** 16-1686283

| Description                   | Revenue and Expenses<br>per Books | Net Investment<br>Income | Adjusted Net Income | Disbursements for<br>Charitable Purposes |
|-------------------------------|-----------------------------------|--------------------------|---------------------|--|
| EXPENSES                      |                                   |                          |                     |  |
| CONTRACT ADMINISTRATIVE SERVI | 11,550                            | 2,310                    | 2,310               | 10,492                                   |
| PAYMENTS TO THIRD PARTIES     | 7,661                             |                          |                     | 7,661                                    |
| SUPPLIES                      | 6,375                             |                          |                     | 6,267                                    |
| POSTAGE                       | 4,748                             |                          |                     | 4,663                                    |
| INSURANCE                     | 4,207                             |                          |                     | 4,132                                    |
| INTERNET & WEBSITE            | 4,121                             |                          |                     | 4,048                                    |
| EQUIPMENT MAINTENANCE         | 3,774                             |                          |                     | 3,707                                    |
| TELEPHONE                     | 3,149                             |                          |                     | 3,093                                    |
| MOVING EXPENSES               | 3,515                             |                          |                     | 3,452                                    |

TY 2007 Other Income Schedule

**Name:** THE JOHN WILLIAM POPE CENTER FOR  
HIGHER EDUCATION POLICY  
**EIN:** 16-1686283

| Description               | Revenue And<br>Expenses Per Books | Net Invest ment<br>Income | Adjusted Net Income |
|---------------------------|-----------------------------------|---------------------------|---------------------|
| REGISTRATION FEES & OTHER | 2,103                             |                           | 2,103               |

TY 2007 Other Liabilities Schedule

**Name:** THE JOHN WILLIAM POPE CENTER FOR  
HIGHER EDUCATION POLICY

**EIN:** 16-1686283

| Description      | Beginning of Year -<br>Book Value | End of Year - Book<br>Value |
|------------------|-----------------------------------|-----------------------------|
| LEASE OBLIGATION | 2,840                             | 1,176                       |

**TY 2007 Other Professional Fees Schedule**

**Name:** THE JOHN WILLIAM POPE CENTER FOR  
HIGHER EDUCATION POLICY  
**EIN:** 16-1686283

| Category           | Amount | Net Investment<br>Income | Adjusted Net<br>Income | Disbursements for<br>Charitable<br>Purposes |
|--------------------|--------|--------------------------|------------------------|---|
| PAYROLL PROCESSING | 972    |                          |                        | 955   |
| OTHER              | 2,518  |                          |                        | 2,473                                       |